NOTE

This Microfiche meets the quality requirements of the American National Standard for Microfiche of Documents (ANSI PH5.9-1975). However, because of imperfections in the document from which it was made, it contains images that are illegible or difficult to read. The source document for this microfiche is the best copy that could be obtained prior to filming.

CIS Congressional Information Service
Washington, D.C.

101st Congress, 2d Session - - - - - - - - - - House Document 101-148

REQUESTS FOR SUPPLEMENTAL APPROPRIATIONS

COMMUNICATION

FROM

THE PRESIDENT OF THE UNITED STATES

TRANSMITTING

REQUESTS FOR SUPPLEMENTAL APPROPRIATIONS FOR FISCAL YEAR 1990, PURSUANT TO 31 U.S.C. 1107

FEBRUARY 6, 1990.—Referred to the Committee on Appropriations and ordered to be printed

---

U.S. GOVERNMENT PRINTING OFFICE

39-012 WASHINGTON : 1990

H180-5

THE WHITE HOUSE,
Washington, February 6, 1990.

The Speaker of the House of Representatives.

SIR: I ask the Congress to consider requests for supplemental appropriations for fiscal year 1990 in the amount of $500,000,000 for the Economic Support Fund and $70,000,000 for the Department of State, as well as supplemental appropriations language for the U.S. Governor of the International Bank for Reconstruction and Development. In addition, I am concurrently sending the Congress a special message reporting a set of deferrals of certain Department of Defense obligations. The budget authority for the supplementals would be fully offset by transfers I am proposing. The associated outlays would also be fully offset by the transfers and the deferrals.

The details of these proposals are set forth in the enclosed letter from the Director of the Office of Management and Budget. I concur with his comments and observations.

Sincerely yours,

GEORGE BUSH.

Enclosures.

Estimate No. 1
101st Congress, 1st Session

EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

THE DIRECTOR

February 6, 1990

The President

The White House

Sir:

Attached for your consideration are requests for supplemental appropriations for fiscal year 1990 in the amount of $500,000,000 for the Economic Support Fund and $70,000,000 for the Department of State. The purpose of the request for the Economic Support Fund is to provide the economic assistance to Panama that you announced on January 19, 1990. The purpose of the request for the Department of State is to provide for an increase in the number of refugees admitted to the United States, as well as to fund high priority assistance requirements for some 14 million refugees worldwide.

The budget authority and outlays for these requests would be offset by transfers and deferrals of certain Department of Defense obligations. A table is enclosed with this letter that shows the cost of the supplemental requests and the savings associated with the transfers and deferrals.

Also included for your consideration is a request for FY 1990 supplemental appropriations language for the U.S. Governor of the International Bank for Reconstruction and Development. This proposal would allow the U.S. to keep its 1988 agreement to purchase shares in a general capital increase of the Bank. This language does not affect budget authority.

We have carefully reviewed the requests contained in this document and are satisfied that they are necessary at this time. We recommend, therefore, that they be transmitted to Congress.

Respectfully yours,

Richard G. Darman
Director

Enclosures

PANAMA SUPPLEMENTAL APPROPRIATION LANGUAGE

Of the funds available to the Department of Defense in fiscal year 1990, not to exceed $500,000,000 may be transferred to and be merged with, funds appropriated to the President under the heading "Economic Support Fund" to be available for the same purposes and the same time period as funds appropriated for the Fund: Provided, That, the amounts transferred shall be from the following appropriations in not to exceed the following amounts: "National Defense Stockpile Transaction Fund", $216,800,000; "Family Housing Construction, Air Force", 1989/93, $8,000,000; "Family Housing Construction, Air Force", 1990/94, $17,800,000; "Military Construction, Defense Agencies", 1990/94, $21,000,000; "Missile Procurement, Air Force", 1989/91, $49,802,000; "Research, Development, Test, and Evaluation, Army", 1989/90, $10,000,000; "Defense Production Act Purchases", $13,000,000; "Research, Development, Test, and Evaluation, Defense Agencies", 1989/90, $44,500,000; "Research, Development, Test, and Evaluation, Navy", 1990/91, $14,598,000; "Research, Development, Test, and Evaluation, Navy", 1989/90, $5,000,000; "Research, Development, Test, and Evaluation, Air Force", 1989/90, $19,900,000; "Other Procurement, Navy", 1988/90, $16,500,000; "Weapons Procurement, Navy", 1989/91, $40,600,000; "Other Procurement, Army", 1988/90, $22,500,000: Provided further, That, Section 8115(a) of the Department of Defense Appropriations Act, 1988 (Public Law 100-202; 101 Stat 1329-82), is amended by striking out "90,895,000" and inserting in lieu thereof "$68,395,000".

This request would provide $500 million to help Panama improve its relations with the International Financial Institutions, for balance of payments support and business credit, for a public investment program, for public sector restructuring and for development support. The largest component of this program consists of restocking of inventory, replenishment of capital equipment, and economic reactivation. This assistance would focus on encouraging economic policy reform.

DEPARTMENT OF STATE
OTHER

Migration and Refugee Assistance

For an additional amount for "Migration and refugee assistance", $70,000,000, which is to be derived by transfer from the "National Defense Stockpile Transaction Fund".

This request would support the authorized fiscal year 1990 worldwide refugee admissions ceiling of 111,000 persons. This is an increase of 27,000 admissions over the budgeted ceiling. In addition, it would cover high priority assistance requirements for some 14 million refugees worldwide.

Both of these proposals would be fully offset by transfers of budget authority. Outlays would be offset by a group of Department of Defense deferrals that is part of this package.

FUNDS APPROPRIATED TO THE PRESIDENT
INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

Limitation on Callable Capital Subscriptions

The United State Governor of the International Bank for Reconstruction and Development may subscribe without fiscal year limitation to the callable capital portion of the United States share of increases in capital stock in an amount not to exceed $1,609,671,408.

The purpose of this language is to allow the purchase of callable capital in the International Bank for Reconstruction and Development (IBRD). Callable capital serves as a guarantee provided in the form of a program limitation. Outlays would only be incurred in the event of a call by the IBRD. In 1988, the United States agreed to purchase shares in a general capital increase (GCI) of the IBRD. The purchase of each IBRD GCI share requires a fixed proportion of paid-in capital (3 percent) and callable capital (97 percent). The Foreign Operations, Export Financing, and Related Appropriations Act, 1990 (P.L. 101-167) provided $49,785,792 in budget authority for the paid-in portion of such shares, but did not provide the callable capital component of $1,609,671,408 required to purchase the shares.

○